

IN THE UNITED STATES DISTRICT COURT  
FOR THE DISTRICT OF DELAWARE

- - - - - X  
RADNOR HOLDINGS :  
CORPORATION, et al., :  
 :  
Appellants, : Case No. 06-735 (\*\*\*)  
 :  
v. :  
 :  
The Official Committee of :  
Unsecured Creditors, :  
 :  
Appellee. :  
- - - - - X  
 :  
In re: : Chapter 11  
 :  
RADNOR HOLDINGS : Case No. 06-10894 (PJW)  
CORPORATION, et al., :  
 : Jointly Administered  
Debtors. :  
 :  
- - - - - X

STATUS REPORT OF THE PARTIES WITH RESPECT TO APPEAL OF  
ORDER GRANTING OFFICIAL COMMITTEE OF UNSECURED CREDITORS  
STANDING TO PROSECUTE ACTIONS ON BEHALF OF THE DEBTORS'  
ESTATES AGAINST TENNENBAUM CAPITAL PARTNERS, LLC,  
SPECIAL VALUE EXPANSION FUND, LLC, SPECIAL VALUE  
OPPORTUNITIES FUND, LLC, AND JOSÉ E. FELICIANO AND  
RELATED RELIEF

This status report is submitted by the parties  
to the above captioned action and appeal: (i) The  
Official Committee of Unsecured Creditors of Radnor  
Holdings Corporation and its affiliates (the  
"Committee"); (ii) Tennenbaum Capital Partners, LLC,

Special Value Expansion Fund, LLC, Special Value Opportunities Fund, LLC, and Jose E. Feliciano (collectively, the "Tennenbaum Lenders"); and (iii) Radnor Holdings Corporation and its affiliates, each a chapter 11 debtor (collectively, the "Debtors").

Four related bankruptcy appeals of orders entered by United States Bankruptcy Judge Peter J. Walsh from October 31, 2006 through November 21, 2006, in the chapter 11 case of In re Radnor Holdings Corporation, et al., or motions related to such orders, were pending in the United States District Court for the District of Delaware (the "District Court"). Three of those appeals have been dismissed, leaving only the Debtors' appeal from the Order Granting Official Committee of Unsecured Creditors Standing to Prosecute Actions on Behalf of the Debtors' Estates Against Tennenbaum Capital Partners, LLC, Special Value Expansion Fund, LLC, Special Value Opportunities Fund, LLC, and Jose E. Feliciano and Related Relief, entered by Judge Walsh on October 31, 2006 (the "Derivative Standing Order").

The appeal of the Derivative Standing Order (the "Standing Order Appeal") is Civil No. 06-735 and was first assigned to Chief Judge Sue L. Robinson on December 13, 2006. This appeal has subsequently been assigned to the judge that will fill the vacancy left by the elevation of Judge Kent A. Jordan to the United States Court of Appeals for the Third Circuit.

The parties to the Standing Order Appeal are working to resolve the issues raised in the Standing Order Appeal and dismiss such appeal through a plan of reorganization, the terms of which are currently being negotiated in the bankruptcy cases. Accordingly, the parties to the Standing Order respectfully request that the District Court stay any further action in this appeal pending the outcome of the plan confirmation process. The parties expect that this process should be completed before December 31, 2007. In the event that the Standing Order Appeal is not resolved through the

plan process, the parties to the Standing Order Appeal shall notify the Court promptly.

Dated: August 24, 2007  
Wilmington, Delaware



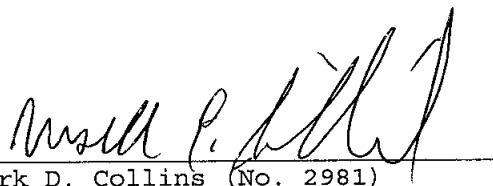
Gregg M. Galardi (I.D. No. 2991)  
Mark L. Desgrosseilliers (I.D. No. 4083)  
Sarah E. Pierce (I.D. No. 4648)  
Skadden, Arps, Slate, Meagher & Flom LLP  
One Rodney Square  
P.O. Box 636  
Wilmington, Delaware 19899-0636  
(302) 651-3000

and

Timothy R. Pohl  
Skadden, Arps, Slate, Meagher & Flom LLP  
333 West Wacker Drive  
Chicago, Illinois 60606  
(312) 407-0700

Counsel for Debtors and  
Debtors in Possession

(Signatures Continued on Following Page)



Mark D. Collins (No. 2981)  
Russell C. Silberglid (No. 3462)  
Richards, Layton & Finger, P.A.  
One Rodney Square  
P.O. Box 551  
Wilmington, Delaware 19899  
Telephone: (302) 651-7700

and

Gregory A. Bray  
Fred Neufeld  
Milbank, Tweed, Hadley  
& McCloy LLP  
601 S. Figueroa St., 30th Floor  
Los Angeles, California 90017

Counsel for TR Acquisition Co.,  
Inc., Tennenbaum Capital  
Partners, LLC, Special Value  
Opportunities Fund, LLC, Special  
Value Expansion Fund, LLC and  
Jose Feliciano

Donald Detweiler (No. 3087)  
Victoria Counihan (No. 3488)  
GREENBERG TRAURIG LLP  
The Nemours Building  
1007 North Orange Street, Suite  
1200  
Wilmington, Delaware 19801  
Telephone: (302) 661-7000  
Facsimile: (302) 661-7360

-and-

Nancy A. Mitchell  
Nancy A. Peterman  
GREENBERG TRAURIG LLP  
77 West Wacker Drive, Suite 2400  
Chicago, Illinois 60601  
Phone: (312) 456-8400  
Facsimile (312) 456-8435

Counsel for the Official  
Committee of Unsecured Creditors

Mark D. Collins (No. 2981)  
Russell C. Silberglieb (No. 3462)  
Richards, Layton & Finger, P.A.  
One Rodney Square  
P.O. Box 551  
Wilmington, Delaware 19899  
Telephone: (302) 651-7700

and

Gregory A. Bray  
Fred Neufeld  
Milbank, Tweed, Hadley  
& McCloy LLP  
601 S. Figueroa St., 30th Floor  
Los Angeles, California 90017  
  
Counsel for TR Acquisition Co.,  
Inc., Tennenbaum Capital  
Partners, LLC, Special Value  
Opportunities Fund, LLC, Special  
Value Expansion Fund, LLC and  
Jose Feliciano

*Victoria K. Coughlin*

Donald Detweiler (No. 3087)  
Victoria Coughlin (No. 3488)  
GREENBERG TRAURIG LLP  
The Nemours Building  
1007 North Orange Street, Suite  
1200  
Wilmington, Delaware 19801  
Telephone: (302) 661-7000  
Facsimile: (302) 661-7360

-and-

Nancy A. Mitchell  
Nancy A. Peterman  
GREENBERG TRAURIG LLP  
77 West Wacker Drive, Suite 2400  
Chicago, Illinois 60601  
Phone: (312) 456-8400  
Facsimile (312) 456-8435  
  
Counsel for the Official  
Committee of Unsecured Creditors

**CERTIFICATE OF SERVICE**

I, Mark L. Desgrosseilliers, hereby certify that on August 24, 2007, I caused the foregoing Status Report of the Parties with Respect to Appeal of Order Granting Official Committee of Unsecured Creditors Standing to Prosecute Actions on Behalf of the Debtors' Estates against Tennenbaum Capital Partners, LLC, Special Value Expansion Fund, LLC, Special Value Opportunities Fund, LLC, and José E. Feliciano and Related Relief to be served on the parties set forth below in the manner indicated:

Mark D. Collins, Esq.  
Russell C. Silberglied, Esq.  
Richards, Layton & Finger, P.A.  
One Rodney Square  
P.O. Box 551  
Wilmington, Delaware 19899  
**By Hand-Delivery**

Gregory A. Bray, Esq.  
Fred Neufeld, Esq.  
Milbank, Tweed, Hadley  
& McCloy LLP  
601 S. Figueroa St., 30th Floor  
Los Angeles, California 90017  
**By Overnight Courier**

Donald Detweiler, Esq.  
Victoria Counihan, Esq.  
GREENBERG TRAURIG LLP  
The Nemours Building  
1007 North Orange Street, Suite  
1200  
Wilmington, Delaware 19801  
**By Hand-Delivery**

Nancy A. Mitchell, Esq.  
Nancy A. Peterman, Esq.  
GREENBERG TRAURIG LLP  
77 West Wacker Drive, Suite  
2400  
Chicago, Illinois 60601  
**By Overnight Courier**



Mark L. Desgrosseilliers